

Superior Air Parts
Ch. 7 Liquidation Analysis

CALCULATIONS			
CLAIMS PER DEBTOR			
503(b)(9) admin		\$	78,819
Secured		\$	17,484
Priority		\$	<u>56,144</u>
Unsecured			
Trade Unsecured		\$	1,171,440
Trade Executory Contracts (Open POs)			4,118,739
Executory Contracts (Other)			446,036
Warranty Claims			142,971
Loss of Warranty Claims			19,580
Insured Claims			2,919,139
TOTAL Unsecured Claims excluding insiders			<u>8,817,905</u>
Thielert AG			10,146,611
Thielert AE			18,208,260
TOTAL Unsecured Claims		\$	<u>37,172,776</u>
WORKING CAPITAL			
Cash on hand		\$	3,754,281
Accounts Receivable, net collectable		\$	1,000,000
Inventory, gross		\$	7,736,091
Accounts Payable		\$	<u>(50,000)</u>
CONVERSION OF INVENTORY TO CASH			
Inventory, gross		\$	7,736,091
Less non-FAA inventory			(1,300,000)
Cost of inventory sold during orderly liquidation	\$ 100,000	Wkly sales	Wks sold
		12	Margin
			0%
Remaining inventory available for "Fire sale"			6,436,091
Times % of cost obtained at "Fire sale"			(1,200,000)
Equals cash from "Fire sale" of remaining inventory			5,236,091
			15%
			<u>\$ 785,414</u>
Recap of Proceeds from Inventory Liquidation			
Sales proceeds of inventory during orderly liquidation	\$ 100,000		\$ 1,200,000
Plus "Fire sale" proceeds of remaining inventory			785,414
Total cash from inventory		\$	<u>1,985,414</u>
Ch. 11 Bankruptcy Professionals			
Total thru March		\$	650,000
April estimate - Lain Faulkner			50,164
April estimate - B&M			150,000
April estimate - Strasburger			239,337
Total bankruptcy professionals		\$	<u>1,089,501</u>

CALCULATIONS (continued)		
Debtor's Month Burn		
Rent and utilities	\$	150,000
Payroll and fringes		260,000
Insurance - property and causality		435,346
Maintenance and misc.		110,000
Total 4 month burn by debtor	\$	<u>955,346</u>
CALCULATION OF CASH TO UNSECURED CREDITORS		
Cash on hand	\$	3,754,281
Cash from collection of Accounts Receivable		1,000,000
Cash from sale of Inventory		1,985,414
Accounts payable		(50,000)
Cash from Sale of IP packets		300,000
Subtotal, cash generated		<u>6,989,695</u>
Less debtors 4 month burn		(955,346)
Less Ch. 11 bankruptcy professionals		(1,089,501)
Less Warranty insurance (due September 1)		0
Less Ch. 7 bankruptcy professionals (\$50,000/month)		(200,000)
Less Ch. 7 Trustee @ 3% of disbursements		(209,691)
Equals cash available for creditors		<u>4,535,157</u>
Pay 503(b)(9) admin claims		(78,819)
Pay secured claims		(17,484)
Pay priority claims		(56,144)
Equals cash available for unsecured creditors	\$	<u>4,382,710</u>
Unsecured Claims	\$	37,172,776
% Paid		11.8%